GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Industries & Commerce Department - Extension of certain incentives under AP Electronic Policy 2014-20 to M/s. Trina Solar (Singapore) Science & Technology Energy Pte. Ltd., to set up high efficiency Solar Cell and Module Production Project at APSEZ, Visakhapatnam – Orders- Issued.

INDUSTRIES & COMMERCE (POLICY & INVESTMENT) DEPARTMENT

G.O.MS.No. 12 Dated: 11-01-2016
Read the following:-

1. From M/s. Trina Solar (Singapore) Science & Technology Energy Pvt. Ltd., Detailed Project Report, Dt:Nil.
2. Empowered Committee of Secretaries Meeting on 09.11.2015
3. State Investment Promotion Board Meeting on 17.11.2015.

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O R D E R

In the report 1st read above, M/s. Trina Solar (Singapore) Science & Technology Energy Pte. Ltd., has informed that it proposes to set up a High efficiency Solar Cell and Module Production Project at APSEZ, Visakhapatnam in two phases with a capacity of 700MW Cells and 500 MW Modules in the 1st phase, subsequently expanding to 1.4 GW Cell and 1 GW module capacity in the 2nd phase with an investment of Rs. 2,800 Crores and estimated employment generation for 3,500 people and requested certain incentives.

2. The generic requests of the Solar Companies are as indicated below:
   (i) 100% reimbursement of Registration, Transfer & Stamp Duty
   (ii) 100% reimbursement of Patent Filing Cost
   (iii) 25% reimbursement of Cleaner Production up to ☐10 lakh
   (iv) Interest Subsidy of 5% for 7 years up to ☐ 1 crore per year
   (v) 100% VAT / CST Reimbursement for 10 years up to 100% fixed capital investment
   (vi) 50% Training & Skill Cost up to ☐10,000 per employee
   (vii) 24X7 uninterrupted power supply
   (viii) Power cost reimbursement of ☐ 1-3.5 per unit for 10 years
   (ix) 100% reimbursement of Quality Certification cost
   (x) 20% reimbursement of total investment up to ☐ 10 crore
   (xi) Lowest per unit usage rate for a water treatment plant to be constructed at its cost
   (xii) Water at concessional rate

3. In the reference 2nd read above, the Empowered Committee of Secretaries (EC) has discussed the proposal and in principle approved for the formulation of a generic package of incentives for attracting the solar manufacturers into Andhra Pradesh and directed the Secretary, Industries & Commerce to further refine/grade the incentives and to make a detailed presentation before the SIPB for approval.

4. In the reference 3rd read above, the State Investment Promotion Board (SIPB) has discussed the proposal in detail and directed the Secretary, Industries & Commerce Department to come out with a comprehensive policy for promotion of Solar and Wind energy equipment manufacturing in the state in consultation with the Energy and I & I Department. The Board has approved the following package of incentives for M/s. Longi and M/s. Trina Solar.

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Category	Proposed Incentive
Power Subsidy	• 24X7 uninterrupted power supply • ☐ **1.0 per unit** for **5 years** for capacity between 250 MW – 500 MW of cells and modules • ☐ **1.25 per unit** for **5 years** for capacity between 500 MW – 1 GW of cells and modules • ☐ **1.5 per unit** for **5 years** for capacity >= 1 GW of cells and modules
Quality Certification	• For investment up to and including ☐ **1,500 crore**: **50%** up to ☐ **2 crore** • For investment **more** than ☐ **1,500 crore**: **75%** up to ☐ **3 crore**
Swachh Andhra	• For investment up to and including ☐ **1,500 crore**: **25%** up to ☐ **50 crore** • For investment **more** than ☐ **1,500 crore**: **50%** up to ☐ **50 crore**
Water tariff rebate	• For capacity between 250 MW - 1GW of cells and modules: **25%** rebate in water tariff, for **5 years** • For capacity above 1GW of cells/modules: **50%** rebate in water tariff, for **5 yrs**
External Infrastructure assistance:	• **C**apacity between 250 MW – 500 MW of cells and modules – Upto ☐3 crores • **C**apacity between 500 MW – 1 GW of cells and modules – Upto ☐5 crores • **C**apacity >=1 GW of cells and modules – Upto ☐10 crores
• Registration, Transfer & Stamp Duty • Capital Subsidy • Interest Subsidy • VAT/CST reimbursement • Cleaner Production • Patent Filing Cost • Skill Upgradation & Training	All these incentives as per AP Electronic Policy 2014-20

5. Government after careful examination of the recommendations of the SIPB, hereby extend the following incentives/benefits to M/s. Trina Solar (Singapore) Science & Technology Energy Pte. Ltd. to set up high efficiency Solar Cell and Module Production Project at APSEZ, Visakhapatnam in two phases with a capacity of 700MW Cells and 500 MW Modules in the 1st phase, subsequently expanding to 1.4 GW Cell and 1 GW module capacity in the 2nd phase with an investment of Rs. 2,800 Crore and estimated employment generation for 3,500 people:

(i) 24*7 uninterrupted power supply

(ii) Power cost reimbursement of Re. 1.00 per unit for a period of 5 years for capacity between 250 MW – 500 MW of cells and modules, Rs. 1.25 per unit for 5 years for capacity between 500 MW – 1 GW of cells and modules and Rs. 1.5 per unit for 5 years for capacity >= 1 GW of cells and modules.

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(iii) 50% subsidy on the expenses incurred for quality certification limited to Rs. 2 crore for an investment up to Rs. 1,500 crore and 75% subsidy on the expenses incurred for quality certification limited to Rs. 3 crore for an investment more than Rs. 1,500 crore

(iv) 25% subsidy on the Swachh Andhra initiatives limited to Rs. 50 crore for an investment up to Rs. 1,500 crore and 50% subsidy on the Swachh Andhra initiatives limited to Rs. 50 crore for an investment more than Rs. 1,500 crore

(v) Water tariff rebate of 25% for capacity between 250 MW – 1GW of cells and modules for 5 years and 50% water tariff rebate for capacity above 1GW of cells/ modules .

(vi) External Infrastructure assistance upto Rs.3 crore for Capacity between 250 MW – 500 MW of cells and modules, upto Rs.5 crore for Capacity between 500 MW – 1 GW of cells and modules and upto Rs.10 crore Capacity >=1 GW of cells and modules.

(vii) All other incentives as per AP Electronic Policy 2014-20, which include:

(a) 100% reimbursement of the Stamp Duty, Transfer Duty and Registration Fee paid on sale/ lease deeds
(b) Capital Subsidy of 10% of total investment up to Rs. 5 crore
(c) Interest Subsidy of 5% for a period of 7 years subject to maximum of Rs. 1 crore per annum per unit
(d) 100% Tax reimbursement of VAT / CST for a period of 10 years subject to a maximum of 100% of fixed capital investment
(e) 25% subsidy on Cleaner Production Measures limited to Rs. 10 lakh
(f) 100% reimbursement of patents filing cost up to a limit of Rs. 5 lakh for domestic and Rs. 10 lakh for international patents
(g) 50% reimbursement of the cost incurred subject to a maximum of Rs.10,000 per employee to the companies for providing skill gap trainings to the engineers of AP domicile.
(h) The electronics industry would be exempted from the purview of statutory power cuts

6. The Director of Industries, A.P, Hyderabad shall take necessary action, accordingly and intimate the status of the progress of work done by the unit from time to time to the Government.

(BY ORDER AND IN THE NAME OF THE GOVERNER OF ANDHRA PRADESH)

S.S.RAWAT
SECRETARTY TO GOVERNMENT &
COMMISIONER FOR INDUSTRIAL PROMOTION

To
The Director of Industries, Andhra Pradesh, Hyderabad.
M/s. Trina Solar (Singapore) Science & Technology Energy Pte. Ltd. through the Director of Industries A.P.Hyderabad
The Collector & District Magistrate, Visakhapatnam,
The Zonal Managar, APIIC, Visakhapatnam,
The General Manager, District Industries Centre, Visakhapatnam.

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Copy to:
The ITE&C Department
The Finance (EBS-VIII)Dept.,
The Revenue (CT) Department.
The Revenue (Registration) Department.
The Water Resources Department
The Energy Department
The Law (H) Department.
The Accountant General, Andhra Pradesh, Hyderabad
The Commissioner of Commercial Taxes, Hyderabad
The Vice Chairman & Managing Director, APIIC, Hyderabad.
P.S. to Secretary to Chief Minister
P.S. to Chief Secretary to Government
P.S. to Secretary to Government & CIP, Industries & Commerce Dept.
SC/SF.

//FORWARDED :: BY ORDER//

SECTION OFFICER